

RECEIVED

MAR 01 2001

DIVISION OF
OIL, GAS AND MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) 01/00 To (mo./yr.) 12/00
2. DOGM File Number (Mine No): M /037 / 001
3. Mine Name: Lisbon Mine
4. Mineral(s) Mined (or permitted to mine): Uranium
5. Type of mine Surface Mine or X Underground Mine
6. Legal Description (Location of Lands Affected):
1/4, 1/4, 1/4, Section 21, Township 29S, Range 24E
1/4, 1/4, 1/4, Section, Township, Range
1/4, 1/4, 1/4, Section, Township, Range
7. Name of Operator or Company: Rio Algom Mining Corp
8. Permanent Street Address: La Sal Route
City, State, Zip: Moab, UT 84532
Phone: (435) 686-2217 Fax: (435) 686-2337
9. Company Representative (or designated operator):
Name: Frank Fossey
Title: Radiation Safety Officer
Business Address: P. O. Box 1269
City, State, Zip: Moab, UT 84532
Phone: (435) 686-2217 Fax: (435) 686-2337
Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes No X
2. If no - what was the last year of activity? 1988
3. If yes - how much ore or mineral was mined? N/A

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.
See attachment One Item II 4

5. How much **additional acreage** was disturbed during the past year? Zero
6. How much acreage was **reclaimed** during the past year? 29
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
A finial report on the completion on the abandonment of holes at this site was submitted by RAMC to the Division on November 02, 2000. This report detailed the reclamation activities for the Lisbon site for the year 2000. This report requested release from the reporting requirements and our current bond.

8. What is the **total** disturbed acreage of entire project at years end? Zero
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.
Attachment One Item II 9 describes the short and long term plans for the reclamation of this site. This reclamation will be under the authority of the U. S. Nuclear Regulatory Commission.

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information

1. There have been no significant changes to the surface Map at this site.
2. The report referred to in Section 2, Item 7 fulfills this requirement.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): Frank G. Fossey

Title of Operator: Radiation Safety Officer

Signature of Operator: _____

Date: _____

ATTACHMENT ONE (Section II)

Item Four

There were no additional surface disturbances at the Lisbon Site during the year 2000. The only earth moving project involved the cover of the out slope of the upper tailings embankment with eight inches of compacted clay and a six-inch loose lift of silt. This area is under the authority of the United States Nuclear Regulatory Commission (USNRC).

Item Six

It is estimated that approximately 29 acres of surface area was reclaimed as a part of the exploration hole reclamation project, (116) sites. This project was taken at the Company's' initiative and was not required by the Divisions reclamation Plan.

Item Seven

The reclamation of the exploration holes was completed on 116 sites. The completion report was submitted to the Division on November 02, 2000.

Item Eight

At the end of the Year 2000, there was no disturbed acreage under the jurisdiction of the Division.

Item Nine

All of the projected reclamation project for the up coming year and beyond are under the jurisdiction of the USNRC. The planned projects are present here for the information of the Division:

- 2001 Obtain Alternate Concentration Limits for the impacted ground water. When the ACLs are granted the evaporation cells would be allowed to dry with the help of an enhanced evaporation system. When the residues in the cells are stable, they will be covered.
- 2002-2003. The mill site will be re-contoured to NRC approved specifications.
- 2003-2004 Approved Riprap will be placed to control erosion.

RAMC currently holds a 3.225 million-dollar bond to insure the above work will be completed.

ATTACHMENT TWO

At this time Rio Algom Mining Corp. would like to officially request that the Division release our current bond and any future reporting requirements to the Division of Oil, Gas and Mining. All of the reclamation requirements of the Division reclamation plan have been met based on the statements made below:

- The vent shaft area was released during an on-site inspection dated 11/19/92.
- A Division memo dated 08/18/80 documented the method of the shaft plugging.
- In a letter dated September 27/1989, the division did not considered the reclamation of the borrow areas on BLM land to be within the Divisions jurisdiction.
- Documentation of the plugging of the Drill holes was submitted to the Division on November 20, 2000.
- The production shaft has been removed and re-contoured. The NRC will dictate the final contour.

RAMC respectfully request the full release of the bond held by the Division, by First Security Bank, valued at \$29,773 in April of 1998. The Company also, requests the release from any further annual reporting commitments.



Rio Algom

Rio Algom Mining Corp.
P.O. Box 1269
Moab, Utah 84532-1269

435.686.2215 tel
435.686.2337 fax
laxtell@hubwest.com

February 28, 2001

Return Receipt Requested 7000 0600 0023 7698 0064

Mr. D. Wayne Hedberg
Permit Supervisor
State of Utah, Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple
Suite 1210
Salt Lake City, Utah 84114-5801

Re: Annual Report (form MR-AR) for 2000

Dear Mr. Hedberg:

As required by Rules R647-003-116 and R647-004-121 of the Divisions Amended and New Rules, Minerals Reclamation Program, our completed Form MR-AR is enclosed for your records.

RAMC believes that there have been no significant updates to our surface facility map.

Attachment One provides details information on the items in Section 2

Attachment Two Request release from future bonding and reporting requirements.

If you have any questions or require additional information, please call (435) 686-2217.

Sincerely,

Frank Fossey
Radiation Safety Officer
RAMC- Lisbon Operation

CC. P. Goranson, W/attachments
L. Axtell
File

RECEIVED

MAR 01 2001

**DIVISION OF
OIL, GAS AND MINING**